

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02033A
Valley Pioneer's Water Company, Inc.
5998 W. Chino Dr.
Golden Valley, AZ 86413

ANNUAL REPORT

Water

FOR YEAR ENDING

12	31	2010
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FOR COMMISSION USE

ANN 04	10
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5-4-11

COMPANY INFORMATION

Company Name (Business Name) Valley Pioneer's Water Company, Inc.

Mailing Address 5998 W.Chino Dr.

(Street)

Golden Valley

(City)

Arizona

(State)

86413

(zip)

928-565-4663

Telephone No. (Include Area Code)

928-565-2971

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address vpwc@citlink.net

Local Office Mailing Address 5998 W.Chino Dr.

(Street)

Golden Valley

(City)

Arizona

(State)

86413

(zip)

928-565-4663

Local Office Telephone No. (Include Area Code)

928-565-2971

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address vpwc@citlink.net

MANAGEMENT INFORMATION

☐ Regulatory Contact:

☒ Management Contact: BOBBIE L. WOOD

MANAGER

(Name)

(Title)

5998 W.Chino Dr.

(Street)

Golden Valley

(City)

Arizona

(State)

86413

(zip)

928-565-4663

Telephone No. (Include Area Code)

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Email Address vpwc@citlink.net

On Site Manager: BOBBIE L. WOOD

(Name)

5998 W.Chino Dr.

(Street)

Golden Valley

(City)

Arizona

(State)

86413

(zip)

928-565-4663

Telephone No. (Include Area Code)

928-565-2971

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address vpwc@citlink.net

Statutory Agent: JEFFREY A. GOLDBERG

(Name)

730 EAST BEALE

(Street)

KINGMAN

(City)

ARIZONA

(State)

86401

(zip)

928-753-6115

Telephone No. (Include Area Code)

928-753-7991

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: JEFFREY A. GOLDBERG

(Name)

730 EAST BEALE

(Street)

KINGMAN

(City)

ARIZONA

(State)

86401

(zip)

928-753-6115

Telephone No. (Include Area Code)

928-753-7991

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☒ Other (Describe) NONPROFIT CORPORATION

COUNTIES SERVED

Check the box below for the counties in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☒ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

VALLEY PIONEERS WATER COMPANY, INC.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	\$0.00	\$0.00	\$0.00
302	Franchises	0.00	0.00	0.00
303	Land and Land Rights	98,021.00	0.00	98,021.00
304	Structures and Improvements	349,512.73	119,820.23	229,692.50
307	Wells and Springs	1,710,206.31	918,046.36	792,159.95
311	Pumping Equipment	424,653.94	313,582.61	111,071.33
320	Water Treatment Equipment	3,741.04	2,619.19	1,121.85
330	Distribution Reservoirs and Standpipes	392,439.59	224,454.46	167,985.13
331	Transmission and Distribution Mains	2,448,874.43	675,448.29	1,773,426.14
333	Services	384,907.11	113,372.35	271,534.76
334	Meters and Meter Installations	184,637.19	65,260.89	119,376.30
335	Hydrants	22,029.01	2,049.49	19,979.52
336	Backflow Prevention Devices	0.00	0.00	0.00
339	Other Plant and Misc. Equipment	0.00	0.00	0.00
340	Office Furniture and Equipment	93,342.09	60,450.71	32,891.38
341	Transportation Equipment	95,694.56	93,736.53	1,958.03
343	Tools, Shop and Garage Equipment	15,981.95	11,015.43	4,966.52
344	Laboratory Equipment	0.00	0.00	0.00
345	Power Operated Equipment	135,892.14	56,546.89	79,345.25
346	Communication Equipment	0.00	0.00	0.00
347	Miscellaneous Equipment	8,103.92	2,814.17	5,289.75
348	Other Tangible Plant	0.00	0.00	0.00
	TOTALS	\$6,368,037.01	\$2,659,217.60	\$3,708,819.41

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

VALLEY PIONEERS WATER COMPANY, INC.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	\$0.00	0.00%	\$0.00
302	Franchises	0.00	0.00%	0.00
303	Land and Land Rights	98,021.00	0.00%	0.00
304	Structures and Improvements	349,512.73	2.90%	10,123.06
307	Wells and Springs	1,710,206.31	3.33%	57,006.88
311	Pumping Equipment	424,653.94	6.72%	28,539.27
320	Water Treatment Equipment	3,741.04	2.50%	93.53
330	Distribution Reservoirs and Standpipes	392,439.59	2.22%	8,720.88
331	Transmission and Distribution Mains	2,448,874.43	1.99%	48,842.22
333	Services	384,907.11	3.30%	12,704.07
334	Meters and Meter Installations	184,637.19	2.50%	4,606.80
335	Hydrants	22,029.01	1.90%	418.25
336	Backflow Prevention Devices	0.00	0.00%	0.00
339	Other Plant and Misc. Equipment	0.00	0.00%	0.00
340	Office Furniture and Equipment	93,342.09	9.40%	8,778.12
341	Transportation Equipment	95,694.56	2.94%	2,816.47
343	Tools, Shop and Garage Equipment	15,981.95	4.66%	744.51
344	Laboratory Equipment	0.00	0.00%	0.00
345	Power Operated Equipment	135,892.14	4.81%	6,537.63
346	Communication Equipment	0.00	0.00%	0.00
347	Miscellaneous Equipment	8,103.92	5.50%	445.53
348	Other Tangible Plant	0.00	0.00%	0.00
	TOTALS	6,368,037.01		190,377.22

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

Acct • No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 103,317.88	\$ 104,112.04
134	Working Funds	19,395.39	101,726.72
135	Temporary Cash Investments	272,091.09	485,929.69
141	Customer Accounts Receivable	238,155.87	130,649.19
146	Notes/Receivables from Associated Companies	0.00	0.00
151	Plant Material and Supplies	27,386.22	57,264.35
162	Prepayments	0.00	0.00
174	Miscellaneous Current and Accrued Assets	9,717.23	9,717.23
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 670,063.68	\$ 889,399.22
	FIXED ASSETS		
101	Utility Plant in Service	\$ 6,314,537.42	\$ 6,368,037.01
103	Property Held for Future Use	0.00	0.00
105	Construction Work in Progress	0.00	0.00
108	Accumulated Depreciation - Utility Plant	(2,468,840.38)	(2,659,217.60)
121	Non-Utility Property	0.00	0.00
122	Accumulated Depreciation - Non Utility	0.00	0.00
	TOTAL FIXED ASSETS	\$ 3,845,697.04	\$ 3,708,819.41
	TOTAL ASSETS	\$ 4,515,760.72	\$ 4,598,218.63

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 111,923.99	\$ 49,068.65
232	Notes Payable (Current Portion)	49,344.19	51,967.19
234	Notes/Accounts Payable to Associated Companies	0.00	0.00
235	Customer Deposits	103,298.85	100,065.73
236	Accrued Taxes	46,665.32	68,483.35
237	Accrued interest	0.00	0.00
241	Miscellaneous Current and Accrued Liabilities	35,703.27	13,936.25
	TOTAL CURRENT LIABILITIES	\$ 346,935.62	\$ 283,521.17
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 1,425,431.86	\$ 1,384,170.80
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	752,575.98	744,838.34
255	Accumulated Deferred Investment Tax Credits	0.00	0.00
271	Contributions in Aid of Construction	1,217,643.70	1,232,063.70
272	Less: Amortization of Contributions	(481,589.55)	(516,087.33)
281	Accumulated Deferred Income Tax	0.00	0.00
	TOTAL DEFERRED CREDITS	\$ 1,488,630.13	\$ 1,460,814.71
	TOTAL LIABILITIES	\$ 3,260,997.61	\$ 3,128,506.68
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 0.00	\$ 0.00
211	Paid in Capital in Excess of Par Value	0.00	0.00
215	Retained Earnings	1,254,713.14	1,469,711.95
218	Proprietary Capital (Sole Props and Partnerships)	0.00	0.00
	TOTAL CAPITAL	\$ 1,254,713.14	\$ 1,469,711.95
	TOTAL LIABILITIES AND CAPITAL	\$ 4,515,710.75	\$ 4,598,218.63

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 2,065,654.29	\$ 2,221,761.58
460	Unmetered Water Revenue	28,784.19	18,912.27
474	Other Water Revenues	26,435.95	24,507.03
	TOTAL REVENUES	\$ 2,120,874.43	\$ 2,265,180.88
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 313,719.89	\$ 311,481.58
610	Purchased Water	0.00	0.00
615	Purchased Power	1,583,866.17	1,317,199.76
618	Chemicals	5,811.47	5,962.49
620	Repairs and Maintenance	142,577.06	79,270.51
621	Office Supplies and Expense	41,105.61	50,960.33
630	Outside Services	27,638.80	41,105.97
635	Water Testing	9,986.42	10,479.83
641	Rents	4,811.16	1,433.03
650	Transportation Expenses	12,907.25	15,643.35
657	Insurance - General Liability	15,289.57	13,378.29
659	Insurance - Health and Life	93,493.59	103,829.60
666	Regulatory Commission Expense - Rate Case	2,754.32	5,301.74
675	Miscellaneous Expense	6,024.74	6,964.99
403	Depreciation Expense	188,784.92	190,377.22
408	Taxes Other Than Income	26,815.47	28,213.13
408.11	Property Taxes	48,358.29	50,106.95
409	Income Tax	0.00	0.00
	TOTAL OPERATING EXPENSES	\$ 2,523,944.73	\$ 2,231,708.77
	OPERATING INCOME/(LOSS)	\$ (403,070.30)	\$ 33,472.11
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 2,838.03	\$ 2,684.59
421	Non-Utility Income	434,406.54	92,069.58
426	Miscellaneous Non-Utility Expenses	0.00	0.00
427	Interest Expense	(71,917.75)	(53,735.23)
	TOTAL OTHER INCOME/(EXPENSE)	\$ 365,326.82	\$ 41,018.94
	NET INCOME/(LOSS)	\$ (37,743.48)	\$ 74,491.05

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	04/16/75	05/02/91	10/17/03	01/25/02
Source of Loan	Rural Development RD 91-04	Rural Development RD 91-06	Rural Development RD 91-09	W.I.F.A.
ACC Decision No.			66391	
Reason for Loan	System Improvements	System Improvements	System Additions & Improvements	System Improvements
Dollar Amount Issued	\$ 50,000.00	\$ 250,000.00	\$ 1,198,000.00	\$ 120,000.00
Amount Outstanding	\$ 4,981.37	\$ 176,064.12	\$ 1,048,585.31	\$ 81,106.76
Date of Maturity	10/31/12	04/20/28	09/17/43	01/01/22
Interest Rate	5.000 %	5.875 %	4.750 %	4.725 %
Current Year Interest	\$ 321.11	\$ 10,527.26	\$ 50,254.69	\$ 3,972.94
Current Year Principle	\$ 2,642.89	\$ 5,732.74	\$ 17,317.31	\$ 5,456.42

Meter Deposit Balance at Test Year End \$ 159,975.28

Meter Deposits Refunded During the Test Year \$ 13,611.93

COMPANY NAME

VALLEY PIONEERS WATER COMPANY, INC.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #5	LOAN #6	LOAN #7	LOAN#8
Date Issued	05/03/99			
Source of Loan	Stockmen's Bank			
ACC Decision No.				
Reason for Loan	Well replacement			
Dollar Amount Issued	\$ 180,000.00	\$	\$	\$
Amount Outstanding	\$ 124,841.93	\$	\$	\$
Date of Maturity	04/03/20			
Interest Rate	6.000 %	%	%	%
Current Year Interest	\$ 8,322.15	\$	\$	\$
Current Year Principle	\$ 7,025.73	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC.

Name of System: VALLEY PIONEERS WATER ADEQ Public Water System Number: PWS -08-038

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-610757 & 55-610756	60	120		12	3	
55-610756	100	170		12	3	
55-532211	75	84		16	3	
55-623082	350	1,000	1,200	20	6	
55-623083	350	1,000	1,200	20	6	
55-623081	350	1,000	1,200	20	6	

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (0.1pm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
7 1/2	14	14	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
500,000	2	N/A	
250,000	1		
125,000	2		
17,000 - 85,000	6		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC.

Name of System: VALLEY PIONEERS WATER ADEQ Public Water System Number: PWS-08-038

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	27,984
3	PVC	4,680
4	PVC	191,332
5	PVC	0
6	N/A	184,598
8	PVC	24,695
10	N/A	0
12	PVC	12,040
12	AC	31,680

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3	2046
3/4	0
1	11
1 1/2	2
2	14
Comp. 3	1
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chlorination equipment at each PDE x 4

Chlorination equipment at each booster station x 1

STRUCTURES:

1 - 7,000 square foot warehouse and office building, 2 - 500 square foot warehouses

1 - 750 square foot office building

5 - 120 square foot booster station buildings

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: VALLEY PIONEERS WATER COMPANY, INC.
Name of System: VALLEY PIONEERS WATER ADEQ Public Water System Number: PWS-08-038

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	2,043	156,127	156,991	0
FEBRUARY	2,043	122,319	123,491	0
MARCH	2,042	148,712	155,729	0
APRIL	2,051	159,697	160,840	0
MAY	2,061	169,357	174,574	0
JUNE	2,061	154,700	156,213	0
JULY	2,052	167,512	175,630	0
AUGUST	2,052	169,735	172,062	0
SEPTEMBER	2,052	164,216	163,939	0
OCTOBER	2,027	168,488	169,583	0
NOVEMBER	2,031	154,090	156,044	0
DECEMBER	2,031	155,661	159,260	0
TOTALS —		1,890,614	1,924,356	0

What is the level of arsenic for each well on your system? #3-.0058 mg/l

(If more than one well, please list each separately.)

#5 - .0094

#1,2,4 - offline

If system has fire hydrants, what is the fire flow requirement? n/a GPM for hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

(x) Yes

() No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(x) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: VALLEY PIONEERS WATER COMPANY	
Name of System:	ADEQ Public Water System Number:

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			12	
FEBRUARY			9	
MARCH			11	
APRIL			12	
MAY			18	
JUNE			17	
JULY			22	
AUGUST			21	
SEPTEMBER			21	
OCTOBER			29	
NOVEMBER			30	
DECEMBER			15	
TOTALS			217	

OTHER (description):

COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC.

YEAR ENDING 12/31/2010

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 49,798.95

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

VERIFICATION
AND
SWORN STATEMENT
Taxes

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) MOHAVE
NAME (OWNER OR OFFICIAL) TITLE RICHARD MC CLELLAN, PRESIDENT
COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

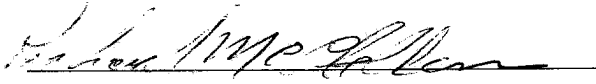
MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL

928-565-4663

TELEPHONE NUMBER

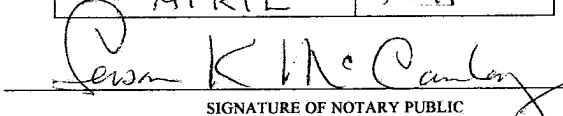
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 21ST DAY OF



COUNTY NAME MOHAVE	
MONTH <u>APRIL</u>	<u>,2011</u>


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES April 26, 2014

COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC.

YEAR ENDING 12/31/2010

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported n/a
Estimated or Actual Federal Tax Liability n/a

State Taxable Income Reported n/a
Estimated or Actual State Tax Liability n/a

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4/22/11
DATE

RICHARD MC CLELLAN
PRINTED NAME

PRESIDENT
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
MOHAVE
NAME (OWNER OR OFFICIAL) TITLE
RICHARD MC CLELLAN, PRESIDENT
COMPANY NAME
VALLEY PIONEERS WATER COMPANY, INC.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 2,503,516.00

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 158,522.00

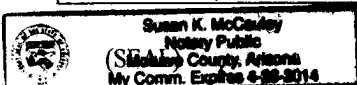
IN SALES TAXES BILLED, OR COLLECTED)

"REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 21ST DAY OF



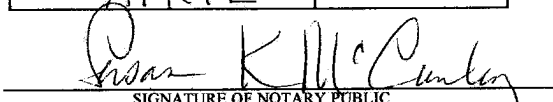
MY COMMISSION EXPIRES APRIL 26, 2014


SIGNATURE OF OWNER OR OFFICIAL

928-565-4663

TELEPHONE NUMBER

COUNTY NAME	
MOHAVE	
MONTH	DAY
APRIL	2011


SIGNATURE OF NOTARY PUBLIC

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) MOHAVE	
NAME (OWNER OR OFFICIAL) RICHARD MC CLELLAN	TITLE PRESIDENT
COMPANY NAME VALLEY PIONEERS WATER COMPANY, INC.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 2,503,516.00

(THE AMOUNT IN BOX AT LEFT
INCLUDES\$ 158,522.00
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL

928-565-4663

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

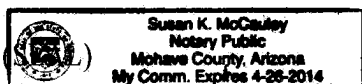
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

21ST

DAY OF

NOTARY PUBLIC NAME SUSAN K McCAULEY	
COUNTY NAME MOHAVE	
MONTH APRIL	YEAR 2011



MY COMMISSION EXPIRES

4-26-2014

X


SIGNATURE OF NOTARY PUBLIC